

COMMISSIONERS
MARC SPITZER - Chairman
WILLIAM A. MUNDELL
JEFF HATCH-MILLER
MIKE GLEASON
KRISTIN K. MAYES



ARIZONA CORPORATION COMMISSION

Brian C. McNeil
Executive Secretary
Direct Line: (602) 542-4143
Fax: (602) 542-0765
E-mail kmayes@cc.state.az.us

May 19, 2004

Mr. Robert T. Hardcastle
Brooke Utilities, LLC
Post Office Box 82218
Bakersfield, California 93380

RE: CURTAILMENT PLAN TARIFFS

Dear Mr. Hardcastle:

For some time now, the Arizona Corporation Commission ("Commission") has been encouraging water companies to submit Curtailment Plan Tariffs ("CPT"). I believe these CPTs are even more critical now due to the drought conditions that have prevailed in Arizona for the past several years.

Upon review of the tariffs for the many water systems that are under the Brooke Utilities umbrella, it has come to my attention that the only such company with a CPT is Pine Water Company ("Pine"). This is true even though many, if not all, of the Brooke Utilities water companies serve in rural water short areas. It is because of this that I respectfully request that Brooke Utilities submit, for Commission review and approval, CPT applications for all its water systems. I believe these applications should be made as soon as possible, but at most by no later than the end of the year. In addition, it is my opinion that these CPTs need not be as stringent as the CPT for Pine, but should be at least as stringent as the CPT template found on the Commission's website.

If you have any questions, please feel free to contact me at 602-542-4143.

Sincerely,

Kristin K. Mayes
Commissioner

cc: Marc Spitzer, Chairman
William A. Mundell, Commissioner
Jeff Hatch-Miller, Commissioner
Mike Gleason, Commissioner

Page 2

Ernest G. Johnson
Chris Kempley
Del Smith
Jay Shapiro